

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

BASIC FINANCIAL STATEMENTS

April 30, 2020

**MEISTER, HILTON, CHITWOOD & ASSOCIATES, INC.**

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Certified Public Accountants

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

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# **Meister, Hilton, Chitwood & Associates, Inc.**

Certified Public Accountants

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## **Independent Auditor's Report**

To the Honorable Mayor and  
Board of Trustees  
Village of Peoria Heights, Illinois

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Peoria Heights, Illinois (Village) as of and for the year ended April 30, 2020, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## **Basis for Qualified Opinion**

The Village of Peoria Heights, Illinois has omitted disclosures required by GASB Statement 67 *Pension Disclosures* for the Police Pension Fund. The amount by which this disclosure would affect the financial statements is not reasonably determinable.

## **Qualified Opinion**

In our opinion, except for the effects of the matter described in the “Basis for Qualified Opinion” paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village of Peoria Heights, Illinois, as of April 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Emphasis of a Matter – Restatement**

As discussed in Note 14 to the financial statements, beginning net position for the governmental activities and beginning fund balance for the General Fund and the Business District Development Fund have been restated to account for a change related to revenue recognition.

## **Other Matters**

### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 50 and 51 and the pension information on pages 52 through 55 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The Village has omitted the management’s discussion and analysis, the schedule of funding progress and the schedule of employer contributions for the Police Pension Fund that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinions on the basic financial statements are not affected by this missing information.

## Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Peoria Heights, Illinois' basic financial statements. The combining and individual fund financial statements and schedule of property tax rates, extensions and collections and assessed valuations on pages 57 through 69 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedule of property tax rates, extensions and collections and assessed valuations are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedule of property tax rates, extensions and collections and assessed valuations are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*Meister, Hilton, Chitwood & Associates, Inc.*

Peoria, Illinois  
November 30, 2020

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

STATEMENT OF NET POSITION

April 30, 2020

ASSETS	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total Primary Government	Peoria Heights Public Library
Cash and investments	\$ 2,653,067	\$ 1,083,498	\$ 3,736,565	\$ 516,019
Property taxes receivable	1,119,918	-	1,119,918	523,559
Due from State of Illinois	432,154	-	432,154	12,003
Accounts receivable - disposal fees	69,252	-	69,252	-
Accounts receivable - other	57,614	326,313	383,927	-
Inventory	7,686	-	7,686	-
Prepaid items	18,934	20,396	39,330	6,533
Restricted assets - cash and investments	-	78,011	78,011	-
Capital assets, not being depreciated	1,986,090	38,942	2,025,032	22,066
Capital assets, net of accumulated depreciation	3,444,043	3,507,719	6,951,762	1,113,785
<b>Total assets</b>	<b>9,788,758</b>	<b>5,054,879</b>	<b>14,843,637</b>	<b>2,193,965</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred outflows related to pensions	401,687	252,313	654,000	-
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 10,190,445</b>	<b>\$ 5,307,192</b>	<b>\$ 15,497,637</b>	<b>\$ 2,193,965</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 45,928	\$ 9,775	\$ 55,703	\$ 2,670
Accrued payroll and vacation	197,958	26,560	224,518	-
Accrued interest payable	9,929	3,541	13,470	-
Internal balances	160,000	(160,000)	-	-
Liabilities payable from restricted assets:				
Customer service deposits	-	78,011	78,011	-
Long-term debt:				
Due within one year	168,812	189,300	358,112	-
Due beyond one year	2,180,630	1,829,573	4,010,203	-
Net pension liability	41,446	26,033	67,479	-
<b>Total liabilities</b>	<b>2,804,703</b>	<b>2,002,793</b>	<b>4,807,496</b>	<b>2,670</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unearned property tax revenue	1,119,918	-	1,119,918	523,559
Deferred inflows related to pensions	477,028	299,638	776,666	-
<b>Total deferred inflows of resources</b>	<b>1,596,946</b>	<b>299,638</b>	<b>1,896,584</b>	<b>523,559</b>
<b>NET POSITION</b>				
Invested in capital assets, net of related debt	4,905,875	1,527,788	6,433,663	1,135,851
Restricted for:				
Street maintenance	221,019	-	221,019	-
Debt service	278,969	-	278,969	-
Business development	363,620	-	363,620	-
Retirement	-	-	-	32,714
Working cash	-	-	-	99,823
Unrestricted	19,313	1,476,973	1,496,286	399,348
<b>Total net position</b>	<b>5,788,796</b>	<b>3,004,761</b>	<b>8,793,557</b>	<b>1,667,736</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</b>	<b>\$ 10,190,445</b>	<b>\$ 5,307,192</b>	<b>\$ 15,497,637</b>	<b>\$ 2,193,965</b>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

STATEMENT OF ACTIVITIES

Year Ended April 30, 2020

		<u>Program Revenues</u>	
	<u>Expenses</u>	<u>Fees, Fines and Charges for Services</u>	<u>Capital Grants and Contributions</u>
<b>Governmental activities:</b>			
Administration and general government	\$ 923,907	\$ 294,451	\$ -
Police	2,100,410	192,873	9,142
Fire protection	267,768	-	-
Garbage collection	441,618	273,077	-
Streets and alleys	753,198	25,100	-
Community development	390,342	-	-
Interest on long-term debt	107,214	-	-
	<hr/>	<hr/>	<hr/>
Total governmental activities	4,984,457	785,501	9,142
<b>Business-type activities:</b>			
Waterworks	1,120,700	1,352,511	-
	<hr/>	<hr/>	<hr/>
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 6,105,157</b>	<b>\$ 2,138,012</b>	<b>\$ 9,142</b>
	<hr/>	<hr/>	<hr/>
<b>Component unit:</b>			
Peoria Heights Public Library	\$ 544,949	\$ 8,074	\$ 7,695
	<hr/>	<hr/>	<hr/>

General revenues:

Property taxes  
 Sales and use taxes  
 State income tax  
 Replacement taxes  
 Video gaming taxes  
 Motor fuel tax allotments  
 Other taxes  
 Interest  
 Gain on sale of capital assets  
 Other income

Total general revenues

Change in net position

Net position:

Beginning of year, as previously reported  
 Prior period adjustment  
 Beginning of year, as restated

End of year

The accompanying notes are an integral part of the financial statements.



<u>Primary Government</u>			<u>Component Unit</u>
<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total Primary Government</u>	<u>Peoria Heights Public Library</u>
\$ (629,456)	\$ -	\$ (629,456)	\$ -
(1,898,395)	-	(1,898,395)	-
(267,768)	-	(267,768)	-
(168,541)	-	(168,541)	-
(728,098)	-	(728,098)	-
(390,342)	-	(390,342)	-
(107,214)	-	(107,214)	-
(4,189,814)	-	(4,189,814)	-
-	231,811	231,811	-
(4,189,814)	231,811	(3,958,003)	-
			(529,180)
741,909	-	741,909	506,099
2,439,791	-	2,439,791	-
605,658	-	605,658	-
171,578	-	171,578	42,403
136,429	-	136,429	-
227,166	-	227,166	-
99,781	-	99,781	-
38,188	16,618	54,806	5,383
28,872	-	28,872	-
81,969	-	81,969	3,014
4,571,341	16,618	4,587,959	556,899
381,527	248,429	629,956	27,719
5,561,693	2,756,332	8,318,025	1,640,017
(154,424)	-	(154,424)	-
5,407,269	2,756,332	8,163,601	1,640,017
\$ 5,788,796	\$ 3,004,761	\$ 8,793,557	\$ 1,667,736

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

BALANCE SHEET

GOVERNMENTAL FUNDS

April 30, 2020

ASSETS	General Fund	Police Pension Levy Fund	Tax Increment Financing Fund	Nonmajor Governmental Funds	Total Governmental Funds
Cash and investments	\$ 1,419,276	\$ -	\$ 230,029	\$ 1,003,762	\$ 2,653,067
Property taxes receivable	122,043	370,653	627,222	-	1,119,918
Due from State of Illinois	362,781	-	-	69,373	432,154
Accounts receivable -disposal fees	69,252	-	-	-	69,252
Accounts receivable - other	39,083	-	-	18,531	57,614
Due from other funds	419,321	-	-	679	420,000
Inventory	7,686	-	-	-	7,686
Prepaid items	18,934	-	-	-	18,934
<b>TOTAL ASSETS</b>	<u>\$ 2,458,376</u>	<u>\$ 370,653</u>	<u>\$ 857,251</u>	<u>\$ 1,092,345</u>	<u>\$ 4,778,625</u>
<b>LIABILITIES</b>					
Accounts payable	\$ 41,611	\$ -	\$ 100	4,217	\$ 45,928
Accrued payroll and vacation	197,958	-	-	-	197,958
Due to other funds	160,679	-	419,321	-	580,000
<b>TOTAL LIABILITIES</b>	<u>400,248</u>	<u>-</u>	<u>419,421</u>	<u>4,217</u>	<u>823,886</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unearned property tax revenue	122,043	370,653	627,222	-	1,119,918
<b>FUND BALANCES (DEFICIT)</b>					
Nonspendable	26,620	-	-	-	26,620
Restricted	-	-	-	863,608	863,608
Assigned	-	-	-	224,520	224,520
Unassigned	1,909,465	-	(189,392)	-	1,720,073
Total fund balances	<u>1,936,085</u>	<u>-</u>	<u>(189,392)</u>	<u>1,088,128</u>	<u>2,834,821</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<u>\$ 2,458,376</u>	<u>\$ 370,653</u>	<u>\$ 857,251</u>	<u>\$ 1,092,345</u>	<u>\$ 4,778,625</u>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS**  
**BALANCE SHEET TO THE STATEMENT OF NET POSITION**

**April 30, 2020**

Total fund balances - governmental funds \$ 2,834,821

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.

Cost	\$ 10,870,643	
Accumulated depreciation	<u>(5,440,510)</u>	5,430,133

Amounts related to pension reporting are not reported in the governmental funds:

Deferred outflows of resources	401,687	
Net pension liability	(41,446)	
Deferred inflows of resources	<u>(477,028)</u>	(116,787)

Long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at April 30, 2020 consist of the following:

Loans payable	(625,055)	
Bonds payable	(1,724,387)	
Accrued interest payable	<u>(9,929)</u>	<u>(2,359,371)</u>

**NET POSITION OF GOVERNMENTAL ACTIVITIES \$ 5,788,796**

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**

**GOVERNMENTAL FUNDS**

**Year Ended April 30, 2020**

	<u>General Fund</u>	<u>Police Pension Levy Fund</u>	<u>Tax Increment Financing Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>					
Property taxes	\$ 124,169	\$ 352,107	265,633	\$ -	\$ 741,909
Intergovernmental:					
State sales tax	763,560	-	-	33,593	797,153
Home rule sales tax	743,948	-	-	47,580	791,528
Local use tax	215,417	-	-	-	215,417
State income taxes	605,658	-	-	-	605,658
Business development sales tax	-	-	-	238,905	238,905
Motor fuel tax allotments	-	-	-	227,166	227,166
Personal property replacement taxes	171,578	-	-	-	171,578
Telecommunication tax	85,737	-	-	-	85,737
Video gaming tax	136,429	-	-	-	136,429
Other taxes	14,044	-	-	-	14,044
State and federal grants	9,142	-	-	-	9,142
Licenses and permits	156,565	-	-	25,100	181,665
Intergovernmental agreement	50,000	-	-	-	50,000
Food and beverage tax	315,868	-	-	80,920	396,788
Franchise fees	123,375	-	-	-	123,375
Waste disposal fee	273,077	-	-	-	273,077
Fines	142,873	-	-	-	142,873
Charges for services	14,511	-	-	-	14,511
Land lease	50,528	-	-	-	50,528
Donations/Memorials	3,999	-	-	-	3,999
Interest	26,196	-	3,474	8,518	38,188
Miscellaneous	27,442	-	-	-	27,442
Total revenues	<u>4,054,116</u>	<u>352,107</u>	<u>269,107</u>	<u>661,782</u>	<u>5,337,112</u>
<b>EXPENDITURES</b>					
Current					
Administration	664,712	-	110,484	-	775,196
Police department	1,659,100	352,107	-	-	2,011,207
Fire protection	177,186	-	-	-	177,186
Garbage collection and recycling	441,618	-	-	-	441,618
Streets and alleys	456,860	-	-	218,706	675,566
Community development	-	-	-	390,342	390,342
Capital outlay	96,082	-	35,320	-	131,402
Debt service	58,711	-	-	182,434	241,145
Total expenditures	<u>3,554,269</u>	<u>352,107</u>	<u>145,804</u>	<u>791,482</u>	<u>4,843,662</u>
Excess (deficiency) of revenues over expenditures	<u>499,847</u>	<u>-</u>	<u>123,303</u>	<u>(129,700)</u>	<u>493,450</u>

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES**

**GOVERNMENTAL FUNDS**

Year Ended April 30, 2020

	<u>General Fund</u>	<u>Police Pension Levy Fund</u>	<u>Tax Increment Financing Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Proceeds from sale of capital assets	28,867	-	-	-	28,867
Transfers in	-	-	-	181,737	181,737
Transfers out	-	-	(181,737)	-	(181,737)
	<u>28,867</u>	<u>-</u>	<u>(181,737)</u>	<u>181,737</u>	<u>28,867</u>
Total other financing sources (uses)					
	528,714	-	(58,434)	52,037	522,317
Net change in fund balance					
<b>FUND BALANCE (DEFICIT)</b>					
Beginning of year, as previously reported	1,545,263	-	(130,958)	1,052,623	2,466,928
Prior period adjustment	(137,892)	-	-	(16,532)	(154,424)
Beginning of year, as restated	<u>1,407,371</u>	<u>-</u>	<u>(130,958)</u>	<u>1,036,091</u>	<u>2,312,504</u>
End of year	<u>\$ 1,936,085</u>	<u>\$ -</u>	<u>\$ (189,392)</u>	<u>\$ 1,088,128</u>	<u>\$ 2,834,821</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES

Year Ended April 30, 2020

Total net change in fund balances - governmental funds \$ 522,317

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. Below are the depreciation expense and capital outlays for the year:

Capital outlay	\$ 131,402	
Depreciation expense	(381,069)	
Gain on disposal of capital assets	<u>5</u>	(249,662)

Repayment of long-term debt is recorded as expenditures in the governmental funds, but the repayments reduce long-term debt in the statement of activities 142,577

Interest on long-term debt is reported when paid in the governmental funds. However, in the Statement of Activities, interest expense is recorded when incurred. (8,646)

Governmental funds report pension contributions as expenditures when made. However, in the Statement of Activities, pension expense is the cost of benefits earned, adjusted for member contributions, the recognition of changes in deferred inflows and outflows of resources related to pensions:

Pension contributions	31,460	
Pension expense	<u>(56,519)</u>	<u>(25,059)</u>

**CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES** \$ 381,527

The accompanying notes are an integral part of the financial statements.

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

STATEMENT OF NET POSITION

PROPRIETARY FUND - ENTERPRISE FUND  
WATERWORKS FUND

April 30, 2020

	<b><u>Business-type Activities</u></b>
<b>ASSETS</b>	
Current assets	
Cash and investments	\$ 1,083,498
Accounts receivable, net of allowance of \$45,000	326,313
Due from other funds	160,000
Prepaid expenses	20,396
Total current assets	<u>1,590,207</u>
Restricted assets	
Cash and investments	<u>78,011</u>
Capital assets, not being depreciated	38,942
Capital assets, net of accumulated depreciation	<u>3,507,719</u>
Total capital assets	<u>3,546,661</u>
Total assets	5,214,879
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred outflows related to pensions	<u>252,313</u>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b><u>\$ 5,467,192</u></b>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

STATEMENT OF NET POSITION

PROPRIETARY FUND - ENTERPRISE FUND  
WATERWORKS FUND

April 30, 2020

	<b><u>Business-type Activities</u></b>
<b>LIABILITIES</b>	
Current liabilities	
Accounts payable	\$ 9,775
Accrued payroll and vacation	26,560
Accrued interest payable	3,541
Current portion of long-term debt	189,300
Total current liabilities	<u>229,176</u>
Liabilities payable from restricted assets	
Customer service deposits	<u>78,011</u>
Long-term liabilities:	
Notes payable	1,145,716
IEPA loan payable	683,857
Net pension liability	26,033
Total long-term liabilities	<u>1,855,606</u>
Total liabilities	<u>2,162,793</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred inflows related to pensions	<u>299,638</u>
<b>NET POSITION</b>	
Invested in capital assets, net of related debt	1,527,788
Unrestricted	1,476,973
Total net position	<u>3,004,761</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</b>	<u>\$ 5,467,192</u>

The accompanying notes are an integral part of the financial statements.



**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENSES AND**  
**CHANGES IN NET POSITION**  
**PROPRIETARY FUND - ENTERPRISE FUND**  
**WATERWORKS FUND**

**Year Ended April 30, 2020**

	<b><u>Business-type</u></b> <b><u>Activities</u></b>
<b>OPERATING REVENUES</b>	
Water sales	\$ 1,335,688
Service connection fees	2,927
Miscellaneous revenues	13,896
Total operating revenues	<u>1,352,511</u>
<b>OPERATING EXPENSES</b>	
Wages and benefits	405,958
Operations	79,539
Plant maintenance	58,897
Office expenses	127,014
Administration	44,228
Depreciation	354,605
Total operating expenses	<u>1,070,241</u>
Operating income	<u>282,270</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>	
Interest income	16,618
Interest expense	<u>(50,459)</u>
Total nonoperating revenues (expenses)	<u>(33,841)</u>
<b>CHANGE IN NET POSITION</b>	<b>248,429</b>
<b>NET POSITION</b>	
Beginning of year	<u>2,756,332</u>
End of year	<u>\$ 3,004,761</u>

The accompanying notes are an integral part of the financial statements.

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

STATEMENT OF CASH FLOWS

PROPRIETARY FUND - ENTERPRISE FUND  
WATERWORKS FUND

Year Ended April 30, 2020

	<b><u>Business-type Activities</u></b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Cash received from customers	\$ 1,307,107
Miscellaneous revenues received	13,896
Cash payments to suppliers and vendors for goods and services	(369,208)
Cash payments to employees for services and benefits	(431,969)
Net cash provided by operating activities	<u>519,826</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Principal paid on long-term debt	(194,677)
Proceeds from issuance of long-term debt	114,891
Interest paid	(51,907)
Purchase of capital assets	(130,999)
Net cash used in capital and related financing activities	<u>(262,692)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest received	<u>16,618</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>273,752</b>
<b>CASH AND CASH EQUIVALENTS</b>	
Beginning of year	<u>887,757</u>
End of year	<u>\$ 1,161,509</u>
Cash and investment as reported on the Statement of Net Position:	
Cash and investments	\$ 1,083,498
Restricted cash and investments	<u>78,011</u>
	<u>\$ 1,161,509</u>

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

STATEMENT OF CASH FLOWS

PROPRIETARY FUND - ENTERPRISE FUND  
WATERWORKS FUND

Year Ended April 30, 2020

	<b><u>Business-type Activities</u></b>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	
Operating income	\$ 282,270
Adjustments to reconcile operating loss to net cash used in operating activities:	
Depreciation	354,605
Pension income	(24,763)
Change in operating assets and liabilities:	
Accounts receivable	(31,844)
Prepaid expenses	(8,766)
Accounts payable	(50,764)
Accrued payroll and vacation	(1,248)
Liabilities payable from restricted assets	<u>336</u>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b><u>\$ 519,826</u></b>

The accompanying notes are an integral part of the financial statements.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**POLICE PENSION FUND**  
**April 30, 2020**

**ASSETS**

Cash and cash equivalents	\$	178,414
Investments, at fair value		
U.S. Treasury Obligations		897,083
U.S. Agency Obligations		149,521
Corporate Bonds		725,659
Mutual funds		1,259,928
		3,032,191
Accrued interest receivable		15,225
		15,225
<b>Total assets</b>	<b>\$</b>	<b><u>3,225,830</u></b>

**LIABILITIES**

Accounts payable and accrued liabilities		4,420
		4,420
<b>Net position restricted for pensions</b>	<b>\$</b>	<b><u>3,221,410</u></b>

The accompanying notes are an integral part of the basic financial statements.

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
POLICE PENSION FUND

Year Ended April 30, 2020

**Additions:**

Contributions:		
Employer	\$	414,775
Plan members		<u>92,126</u>
<b>Total contributions</b>		<u>506,901</u>
Investment income:		
Interest		48,229
Dividends		34,925
Realized gain from sale of investments		84,583
Net depreciation in fair value of investments		<u>(138,287)</u>
		29,450
Less investment expenses		<u>(10,897)</u>
<b>Total investment income</b>		<u>18,553</u>
Other miscellaneous revenue		<u>326</u>
<b>Total additions</b>		<u>525,780</u>

**Deductions:**

Pension benefits paid:		
Retirement		144,418
Surviving spouse		<u>24,485</u>
<b>Total benefits paid</b>		<u>168,903</u>
Refund of contributions		<u>34,988</u>
Administrative expenses:		
Accounting and legal		18,072
Clerical fees		4,190
Other		<u>3,198</u>
<b>Total administrative expenses</b>		<u>25,460</u>
<b>Total deductions</b>		<u>229,351</u>
<b>Net increase</b>		296,429

**Net position restricted for pensions:**

Beginning of year		<u>2,924,981</u>
End of year	\$	<u><u>3,221,410</u></u>

The accompanying notes are an integral part of the basic financial statements.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 1 - DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Village of Peoria Heights, Illinois (Village) is a governmental entity located in Peoria County, Illinois. Revenues are substantially generated as a result of taxes assessed and allocated to the Village (examples would be property taxes, sales taxes, income taxes, and motor fuel taxes), charges for services performed for constituents of the Village and governmental grants. The Village of Peoria Heights, Illinois revenues are therefore primarily dependent on the economy within its territorial boundaries and nearby surrounding area. Taxable industry within the area is primarily manufacturing and retail.

The Village was incorporated in 1898 under the provisions of the State of Illinois. The Village operates under a Board of Trustee form of government and provides the following services as authorized by its charter: public safety (police), streets, public improvements, planning and zoning, general administrative services and water utility service.

The following is a summary of the more significant policies.

**(a) Financial Reporting Entity**

For financial reporting purposes, in accordance with the *Codification of Governmental Accounting and Financial Reporting Standards*, Section 2600.105, the Village of Peoria Heights, Illinois, is a primary government in that it is a village with a separately elected governing body - one that is elected by the citizens in a general, popular election and is fiscally independent of other units of government.

GASB Statement No. 61, *The Financial Reporting Entity, Omnibus* defines the governmental financial reporting entity as being made up of two parts, the primary government and those component units for which the primary government is financially accountable. The Village has developed criteria to determine whether other entities are component units of the Village. Component units are legally separate organizations for which the elected officials of the Village of Peoria Heights are financially accountable. The Village of Peoria Heights would be considered financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will (significantly influence the programs, projects, activities, or level of services performed or provided by the organization) on the organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the Village of Peoria Heights (i.e., entitled to or can access the organization's resources, is legally obligated or has otherwise assumed the obligation to finance deficits of, or provide financial support to the organization, or is obligated in some manner for the debt of the organization). If an organization is fiscally dependent on the Village of Peoria Heights, the Village is considered financially accountable regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government, or (3) a jointly appointed board.

A blended component unit, although legally separate entities, is, in substance, part of the Village's operations and therefore data from this unit is combined with the data of the primary government. A discretely presented component unit is reported in a separate column/row in the government-wide statements to emphasize that it is legally separate from the Village.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 1 - DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(a) Financial Reporting Entity (Continued)**

Based on the criteria set forth by the Governmental Accounting Standards Board, management has determined that the Peoria Heights Police Pension Fund and the Peoria Heights Public Library (Library) are component units of the Village.

The Peoria Heights Police Pension Fund was established to provide retirement, death and disability payments to the police of the Village or their beneficiaries. The Fund is a single-employer defined benefit pension plan. Contribution levels are mandated by Illinois Compiled Statutes and may be amended only by the Illinois legislature. The year end for the fund is April 30 and the fund has been reported as a blended component unit as a fiduciary fund in the Village's financial statements.

The Peoria Heights Public Library was organized to serve the informational, cultural, educational, and recreational needs of all the residents within the Library's boundaries. The year end for the Library is April 30. The Peoria Heights Public Library is fiscally dependent on the Village and, therefore, the Village is considered to be financially accountable for the Library. The Library is reported as a discretely presented component unit of the Village.

The Peoria Heights Public Library audited financial statements can be obtained from the Library at 816 E. Glen Avenue, Peoria Heights, Illinois 61616.

**(b) Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities, including the discretely presented component unit) report information on all of the nonfiduciary activities of the Village and its component units. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. For the most part, the effect of interfund activity has been removed from these statements. The primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental, proprietary and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 1 - DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(c) Measurement Focus and Basis of Accounting**

Basis of accounting defines when revenues and expenditures/expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of their recognition.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied for budgetary purposes. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 90 days of the end of the current fiscal period, except for property taxes which must be collected within 60 days to be considered available. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

Property taxes, sales and income taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

**(d) Financial Statement Presentation**

The accounts of the Village are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position/fund balance, and revenues and expenditures/expenses.

Governmental Funds are those through which governmental functions of the Village are financed. The acquisition, use and balances of the Village's expendable resources and the related liabilities are accounted for through governmental funds. The Village reports the following major governmental funds:



**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 1 - DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(d) Financial Statement Presentation (Continued)**

General Fund - The General Fund is the general operating fund of the Village. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. This fund pays the general operating expenditures, the fixed charges, and the capital improvement costs that are not paid through other funds.

Tax Increment Financing Fund - This special revenue fund accounts for tax increment financing revenues and expenditures for improvements and administrative costs within the four TIF Districts within the Village of Peoria Heights, Illinois.

Police Pension Levy Fund - This special revenue fund is used to account for property taxes levied for the employer contribution to the Peoria Heights Police Pension Fund.

Additional governmental fund types which are combined as nonmajor funds are as follows:

Special Revenue Funds - These funds are used to account for Village activities which are primarily financed by special restricted revenue sources such as governmental grants, restricted sales taxes or general property taxes levied for specific purposes.

Capital Project Funds - These funds are used to account for renovation or construction projects being carried out by the Village.

Proprietary Fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows, which are similar to those often found in the private sector. The only proprietary fund of the Village is classified as an enterprise fund.

Enterprise Fund - The Waterworks Fund is used to account for the operations of the water distribution system for residents and businesses of the Village.

Fiduciary Fund types are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The Village has the following fiduciary fund type:

Pension Trust Fund - The pension trust fund accounts for the assets of the Village's police pension plan fund, which accumulates resources for retirement, death and disability benefits to the police of the Village or their beneficiaries.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 1 - DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(d) Financial Statement Presentation (Continued)**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal on-going operations. Operating expenses for the proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use restricted resources first, then unrestricted resources as they are needed.

**(e) Budget Policy**

The Village follows these procedures in establishing the budgetary data reflected in the financial statements:

- (1) The Village Board administration committee submits to the Village Board, a proposed operating budget for the fiscal year commencing the following May 1. The budget includes proposed expenditures and the means of financing them.
- (2) In April, public hearings are conducted to obtain public comments.
- (3) Prior to May 1, the budget is legally enacted through passage of an appropriation ordinance by the Village Board.
- (4) The Village is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that increase the total expenditures of any fund must be approved by the Village Board.

Annual budgets are prepared and approved on the modified accrual basis for all funds. An annual budget is also prepared for the enterprise fund. The legal level of control is considered to be at the fund level. The budget presented is the original budget, as there were no amendments made during the year.

A fiscal year budget has not been prepared for the Tax Increment Financing Fund. The expenditures of these funds are restricted and controlled through the economic development agreements. Therefore, a budgetary comparison schedule for the Tax Increment Financing Fund has not been prepared.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 1 - DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(f) Cash and Investments**

The Village's cash is comprised of demand accounts and savings accounts.

The Village invests in allowable investments under the Illinois Compiled Statutes. These included (a) interest-bearing savings accounts and certificates of deposit, (b) bonds, notes, certificates of indebtedness, treasury bills, or other securities which are guaranteed by the full faith and credit of the United States of America, and (c) short-term discount obligations of the Federal National Mortgage Association.

Investments consist of certificates of deposit and deposits in the Illinois Funds. Investments are stated at cost, which approximates fair value.

The deposits and investments of the Peoria Heights Police Pension Fund and the Peoria Heights Public Library are held separate from those of the Village of Peoria Heights, Illinois. Investments in mutual funds, US Treasury and Agencies obligations and corporate bonds are reported at fair value, with market fluctuations credited or charged to current year income. Certificates of deposit are stated at cost, which approximates fair value.

**(g) Inventory**

Inventory is stated at the lower of cost or market on a first-in, first-out (FIFO) basis.

**(h) Property Taxes**

Property taxes attach as an enforceable lien on property as of January 1. The Village's property tax is levied each year at the time the budget for the ensuing year is passed and is extended against the assessed valuation of the Village on the following January 1. Normally, taxes are due and payable in two installments in June and September at the County Collector's office. Sale of taxes on any uncollected amounts is prior to November 30 or shortly thereafter by the County Collector's office. Final distribution to all taxing bodies, including Village's funds, is usually made prior to December 31st by the County Collector's office.

Property taxes levied for the 2019 levy year have been recognized as assets, net of an estimated uncollectible amount of 2 percent, and related deferred inflows of resources as these taxes will be collected and are planned for budget purposes to be used in fiscal year 2021.

**(i) Interfund Receivables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 1 - DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(j) Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Village as assets with a useful life greater than one year and an initial, individual cost of more than \$1,500 for equipment and \$20,000 for buildings and improvements and infrastructure assets.

Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. Infrastructure assets are being accounted for prospectively beginning in 2005, as permitted by Governmental Accounting Standards Board Statement No. 34.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the Village is depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Furniture and fixtures	3-20
Equipment	5-10
Improvements other than buildings	7-20
Buildings and improvements	20-50
Fire hydrants, water mains and meters	20
Wells	20-50

**(k) Deferred Outflows of Resources**

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and therefore will not be recognized as expenditure/expense until then. The Village reports deferred outflows of resources related to pension expense to be recognized in future periods and for pension contributions made after the measurement dates.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 1 - DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(l) Deferred Inflows of Resources**

In addition to liabilities, the statement of net position and balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The governmental funds report unavailable revenues from one source, property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In the Village's government-wide statements, property tax revenue remains as a deferred inflow of resources under the full accrual basis of accounting and will become an inflow in the year for which they are levied and budgeted for. Additionally, the Village has deferred inflows related to pension expense to be recognized in future periods.

**(m) Pensions**

For purposes of measuring the net pension liability and deferred inflows and outflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Village pension plans and additions to/deductions from the Village pension plans fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**(n) Compensated Absences**

It is the Village's policy to permit employees to accumulate earned but unused vacation benefits. All vacation pay benefits are accrued when incurred in the governmental and government-wide financial statements.

**(o) Long-term Liabilities**

In the government-wide and proprietary fund type financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using a method which approximates the effective interest method. Issuance costs are reported as expenditures when incurred.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt and capital lease obligations issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. Debt principal payments are reported as expenditures when paid.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 1 - DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(p) Statement of Cash Flows**

For purposes of the statement of cash flows, the Waterworks Fund considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

**(q) Net Position/Fund Balance Classifications**

In the government-wide financial statements, the Village's net position is classified as follows:

Invested in Capital Assets, Net of Related Debt - This represents the Village's total investment in capital assets, net of accumulated depreciation and related debt.

Restricted Net Assets - This includes resources that the Village is legally or contractually obligated to spend in accordance with restrictions imposed by external third parties.

Unrestricted Net Assets - This includes resources derived from user charges for services, unrestricted state revenues, interest earnings, and other miscellaneous sources. These resources are used for transactions relating to general operations of the Village and may be used at the discretion of the Board to meet current expenses for any purpose.

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Village is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent.

The fund balance classifications used in the governmental fund financial statements are as follows:

Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Trustees. These amounts cannot be used for any other purpose unless the Board of Trustees removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 1 - DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(q) Net Position/Fund Balance Classifications (Continued)**

Assigned: This classification includes amounts that are constrained by the Village's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Trustees or through the Board of Trustees delegating this responsibility to the Mayor through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.

Unassigned: This classification is the residual fund balance for the General Fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed or assigned for those specific purposes.

The Village would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of these other classified funds.

The Village does not have a formal minimum fund balance policy.

**(r) Use of Estimates in Preparing Financial Statements**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the basic financial statements and the reported amounts of revenues, expenditures, gains, losses, and other changes in fund equity during the reporting period. Actual results could differ from those estimates.

**NOTE 2 - CASH AND INVESTMENTS**

The Village invests in allowable investments under the Illinois Compiled Statutes. These include (a) interest-bearing savings accounts and certificates of deposit, (b) bonds, notes, certificates of indebtedness, treasury bills, or other securities which are guaranteed by the full faith and credit of the United States of America, and (c) short-term discount obligations of the Federal National Mortgage Association.

As of April 30, 2020, the Village (primary government) had the following cash and investments on the Statement of Net Position:

Cash and investments	\$ 3,736,565
Restricted cash and investments	<u>78,011</u>
Total cash and investments	<u>\$ 3,814,576</u>

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 2 - CASH AND INVESTMENTS (CONTINUED)**

At April 30, 2020, cash and investment consisted of the following:

Demand deposits and cash on hand	\$ 1,280,386
Certificates of deposit	389,814
Illinois Funds Money Market Fund	<u>2,144,376</u>
Total cash and investments	<u>\$ 3,814,576</u>

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the Village's deposits may not be returned to it. The Village does have a deposit policy for custodial credit risk. As of April 30, 2020, the bank balance of the Village's deposits, which includes demand deposits, money market funds, and certificates of deposit, was \$1,802,292. Of the bank balance, \$896,902 was covered by federal depository insurance and \$905,390 was exposed to custodial credit risk as follows: \$892,136 was covered by pledged collateral held by the financial institution's trust department or agent in the Village's name and \$13,254 was uninsured and uncollateralized.

The Illinois Funds of \$2,144,376, have not been included in deposits above. The Illinois Funds are pooled investments held by the State of Illinois but not in the Village's name.

Illinois Funds

The Illinois Funds is an investment pool managed by the State of Illinois, Office of the Treasurer, which allows governments within the State to pool their funds for investment purposes. The Illinois Funds have been classified as cash and investments in that they have the general characteristics of demand deposit accounts as the Village may deposit cash at any time and withdraw cash at any time without prior notice or penalty. The monies invested in the Illinois Funds are pooled together and invested in US Treasury bills and notes backed by the full faith and credit of the US Treasury. In addition, monies are invested in fully collateralized time deposits in Illinois financial institutions, in collateralized repurchase agreements, and in treasury mutual funds that invest in US Treasury obligations and collateralized repurchase agreements.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The Village does not have a policy for interest rate risk. Investments consist of deposits in the Illinois Funds that has a maturity of one year or less. Certificates of deposit also have a maturity of one year or less.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to a debt investment will not fulfill its obligations. State law limits which types of securities that the Village can invest in. At April 30, 2020, the Illinois Funds are rated AAAM by Standard & Poor's.



**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 2 - CASH AND INVESTMENTS (CONTINUED)**

Concentration Risk

Concentration risk is the risk associated with not having a diversified investment portfolio to reduce the risk of loss due to over concentration in a specific maturity, issuer, or class of securities. The Village does not have an investment policy that addresses concentration risk. At April 30, 2020, the Village had approximately 56 percent of its cash and investments invested in the Illinois Funds.

**Deposits and Investments – Pension Trust Fund (Fund)**

The Police Pension Trust Fund may invest funds as authorized by the Illinois Pension Code, generally in obligations of the United States, the State of Illinois and its local districts, certain insurance contracts, insured deposits of federal and state savings and loans, banks, and credit unions, and certain common and preferred stocks.

**Deposits**

The Fund's investment policy requires all amounts deposited with financial institutions in excess of any Federal Deposit Insurance Corporation (FDIC) insurance be collateralized by eligible securities. As of April 30, 2020, the Fund's bank balance was \$178,414, all of which was covered by federal depository insurance, thus was not exposed to custodial credit risk.

**Investments**

The Illinois Compiled Statutes limit Pension Funds with a net position of \$2.5 million or more investments in equities, mutual funds and variable annuities to 45 percent of the Fund's net position. Securities in any one company should not exceed 5 percent of the total fund.

The following table presents the investments of the Pension Trust Fund's as of April 30, 2020:

<u>Investment Type</u>	<u>Fair Value/ Carrying Amount</u>	<u>Average Credit Quality/ Ratings (1)</u>	<u>Weighted Average Years to Maturity (2)</u>	<u>Fair Value Hierarchy Level</u>
U.S. Treasury Obligations	\$ 897,083	N/A	3.60	Level 2
U.S. Agency Obligations	149,521	AA+	3.11	Level 2
Corporate Bonds	725,659	AA+ to BBB-	4.44	Level 2
Mutual Funds	<u>1,259,928</u>	N/A	N/A	Level 1
Total investments	<u>\$ 3,032,191</u>			

(1) Ratings are provided where applicable to indicate associated credit risk. N/A indicates not applicable. Obligations of the US Government or obligations explicitly guaranteed by the US Government are not considered to have credit risk

(2) Interest rate risk is estimated using the weighted average years to maturity method.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 2 - CASH AND INVESTMENTS (CONTINUED)**

**Deposits and Investments – Peoria Heights Public Library (Library), Discretely Presented Component Unit**

The Library's deposits include demand deposits, money market accounts and certificates of deposit.

Custodial credit risk is the risk that in the event of a bank failure, the Library's deposits may not be returned to it. The Library does have a deposit policy for custodial credit risk. As of April 30, 2020, the bank balance, excluding the Illinois Funds, of the Library's deposits was \$281,359. The entire bank balance was covered by federal depository insurance, and therefore, was not exposed to custodial credit risk. The Illinois Funds Money Market Funds with a balance of \$247,450, are included in cash and investments on the statement of net position at April 30, 2020 but not included in the custodial credit risk analysis above. As of April 30, 2020, the Library's cash and investments were comprised of the following:

Demand deposits	\$ 214,986
Certificate of deposit	53,583
Illinois funds	<u>247,450</u>
Total cash and investments	<u>\$ 516,019</u>

**NOTE 3 - CAPITAL ASSETS**

**Primary Government**

Capital asset activity for the governmental activities for the year ended April 30, 2020 was as follows:

	<u>April 30,</u> <u>2019</u>	<u>Additions</u>	<u>Deductions</u>	<u>April 30,</u> <u>2020</u>
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land	<u>\$ 1,986,090</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,986,090</u>
Capital assets being depreciated:				
Building and improvements	4,913,532	43,400	-	4,956,932
Equipment	<u>3,858,146</u>	<u>88,002</u>	<u>(18,527)</u>	<u>3,927,621</u>
Total capital assets being depreciated	8,771,678	131,402	(18,527)	8,884,553
Less accumulated depreciation	<u>5,077,968</u>	<u>381,069</u>	<u>(18,527)</u>	<u>5,440,510</u>
Net capital assets being depreciated	<u>3,693,710</u>	<u>(249,667)</u>	<u>-</u>	<u>3,444,043</u>
<b>Governmental activities capital assets, net</b>	<u>\$ 5,679,800</u>	<u>\$ (249,667)</u>	<u>\$ -</u>	<u>\$ 5,430,133</u>

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 3 - CAPITAL ASSETS (CONTINUED)**

**Primary Government (continued)**

Land with a value of approximately \$1,415,000 was acquired with federal and state grant funds under the Flood Hazard Mitigations Grant Program. The land is in a flood plain along the Illinois River. The grant program contained restrictions which require the Village to keep the land open in perpetuity.

Depreciation expense was charged to the governmental activities functions/programs as follows:

Administration	\$ 142,039
Police	84,296
Fire	88,695
Streets	<u>66,039</u>

**Total depreciation expense – governmental activities** **\$ 381,069**

Capital asset activity for the business-type activities for the year ended April 30, 2020 was as follows:

<b>Business-type activities:</b>	<b>April 30, 2019</b>	<b>Additions</b>	<b>Deductions</b>	<b>April 30, 2020</b>
Capital assets not being depreciated:				
Land	\$ 38,942	\$ -	\$ -	\$ 38,942
Construction in progress	28,790	130,999	(159,789)	-
	<u>67,732</u>	<u>130,999</u>	<u>(159,789)</u>	<u>38,942</u>
Capital assets being depreciated:				
Water tower	3,635,632	-	-	3,635,632
Fire hydrants and service connections	122,988	-	-	122,988
Meters	696,049	-	-	696,049
Vehicles and equipment	839,660	-	-	839,660
Pump house equipment	553,280	-	-	553,280
Wells	673,848	159,789	-	833,637
Reservoir	33,105	-	-	33,105
Water mains	3,589,115	-	-	3,589,115
Stand pipe	135,208	-	-	135,208
	<u>10,278,885</u>	<u>159,789</u>	<u>-</u>	<u>10,438,674</u>
Less accumulated depreciation	<u>6,576,350</u>	<u>354,605</u>	<u>-</u>	<u>6,930,955</u>
Total capital assets being depreciated, net	<u>3,702,535</u>	<u>(194,816)</u>	<u>-</u>	<u>3,507,719</u>
<b>Business-type activities capital assets, net</b>	<b><u>\$ 3,770,267</u></b>	<b><u>\$ (63,817)</u></b>	<b><u>\$ (159,789)</u></b>	<b><u>\$ 3,546,661</u></b>

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 3 - CAPITAL ASSETS (CONTINUED)**

**Discretely Presented Component Unit**

Capital asset activity for the Peoria Heights Public Library for the year ended April 30, 2020 was as follows:

	<b>April 30, 2019</b>	<b>Additions</b>	<b>Deductions</b>	<b>April 30, 2020</b>
Capital assets not being depreciated:				
Land	\$ 20,000	\$ -	\$ -	\$ 20,000
Construction in progress	<u>-</u>	<u>2,066</u>	<u>-</u>	<u>2,066</u>
	<u>20,000</u>	<u>2,066</u>	<u>-</u>	<u>22,066</u>
Capital assets being depreciated:				
Buildings and improvements	1,837,727	-	-	1,837,727
Furniture and fixtures	144,607	-	-	144,607
Equipment	159,471	5,092	-	164,563
Books	<u>176,449</u>	<u>36,334</u>	<u>(26,046)</u>	<u>186,737</u>
Total capital assets being depreciated	2,318,254	41,426	(26,046)	2,333,634
Less accumulated depreciation	<u>1,155,096</u>	<u>90,799</u>	<u>(26,046)</u>	<u>1,219,849</u>
Net capital assets being depreciated	<u>1,163,158</u>	<u>(49,373)</u>	<u>-</u>	<u>1,113,785</u>
<b>Capital assets, net</b>	<b><u>\$ 1,183,158</u></b>	<b><u>\$ (47,307)</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,135,851</u></b>

**NOTE 4 – DUE FROM THE STATE OF ILLINOIS**

Amounts due from the State of Illinois at April 30, 2020 for the Village's major and nonmajor funds are as follows:

	<b><u>Governmental Activities</u></b>	
	<b><u>General</u></b>	<b><u>Nonmajor Funds</u></b>
Sales tax	\$ 118,499	\$ -
Home rule sales tax	102,071	-
Income tax	62,065	-
Use tax	34,768	-
Replacement tax	23,421	-
Motor fuel tax	-	18,258
Business district tax	-	51,115
Telecommunications tax	14,202	-
Video gaming tax	7,465	-
Other	<u>290</u>	<u>-</u>
<b>Total</b>	<b><u>\$ 362,781</u></b>	<b><u>\$ 69,373</u></b>

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 5 - LONG-TERM DEBT**

**Primary Government – Governmental Activities**

Changes in long-term debt for governmental activities for the year ended April 30, 2020 were as follows:

	<b><u>Beginning</u></b> <b><u>Balance</u></b>	<b><u>Additions</u></b>	<b><u>Reductions</u></b>	<b><u>Ending</u></b> <b><u>Balance</u></b>	<b><u>Due Within</u></b> <b><u>One Year</u></b>
<b>Governmental activities:</b>					
Illinois Finance					
Authority Loan	\$ 87,500	\$ -	\$ 12,500	\$ 75,000	\$ 12,500
Notes payable	620,132	-	70,077	550,055	96,312
Bonds payable	<u>1,784,387</u>	<u>-</u>	<u>60,000</u>	<u>1,724,387</u>	<u>60,000</u>
	<u>\$ 2,492,019</u>	<u>\$ -</u>	<u>\$ 142,577</u>	<u>\$ 2,349,442</u>	<u>\$ 168,812</u>

Repayment of long-term debt will be funded through the general fund from general revenue sources and community development fund from sales and real estate taxes from the business development districts.

Long-term debt at April 30, 2020 is comprised of the following:

Illinois Finance Authority loan dated October 4, 2005, original amount was \$250,000. The loan is interest free and due in annual installments of \$12,500 through November 1, 2025. The proceeds were used to fund part of the purchase price of a new aerial ladder fire truck.

Note payable to a bank due in annual payments of \$23,965, including interest at 3.90 percent and is due October 2020. The note is secured by a vehicle (dump truck).

Note payable to a bank dated September 26, 2016, original amount was \$145,000. The note is due in quarterly installments of \$7,446, including interest at 2.52 percent, commencing March 19, 2019 through September 2023. Interest only payments were due quarterly through December 19, 2018. The note is unsecured.

Note payable to a bank due in annual payments of \$36,737, including interest at 2.75 percent. The note is due March 2026 with a final payment of \$190,557. The note is secured by a fire truck.

Note payable to a bank due in monthly installments of \$1,695, including interest at 3.53 percent and is due June 2025. The note is secured by a vehicle.

Taxable General Obligation Bonds, series 2016 dated April 28, 2016, original issue amount of \$1,850,000. The purchase price for the bonds were paid in multiple advances as funds were drawn from Heritage Bank of Central Illinois. The issue provides for serial retirement of principal due each April 28, commencing April 28, 2019, through 2036. Interest is due on April 28 and October 28 of each year, (interest was capitalized through April 28, 2018) at an interest rate of 5.125 percent.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 5 - LONG-TERM DEBT (CONTINUED)**

**Primary Government – Governmental Activities**

The Village has pledged a portion of future sales and business development district tax revenue related to Trefzger’s Bakery to repay the \$1,850,000 Taxable General Obligation Bonds, series 2016. The 2016 series bonds are payable from a portion of sales and business district tax revenues through April 2036. Principal and interest of \$151,450 was paid on the bonds from the pledged revenues for the year ended April 30, 2020.

The annual debt service requirements to maturity for the Illinois Finance Authority Loan as of April 30, 2020, is as follows:

<b>Year Ending <u>April 30,</u></b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2021	\$ 12,500	\$ -	\$ 12,500
2022	12,500	-	12,500
2023	12,500	-	12,500
2024	12,500	-	12,500
2025	12,500	-	12,500
2026	<u>12,500</u>	<u>-</u>	<u>12,500</u>
Total	<u>\$ 75,000</u>	<u>\$ -</u>	<u>\$ 75,000</u>

The annual debt service requirements to maturity for notes payable as of April 30, 2020, is as follows:

<b>Year Ending <u>April 30,</u></b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2021	\$ 96,312	\$ 15,590	\$ 111,902
2022	75,364	12,573	87,937
2023	77,544	10,393	87,937
2024	61,261	8,237	69,498
2025	50,346	6,607	56,953
2026	<u>189,228</u>	<u>13,393</u>	<u>202,621</u>
Total	<u>\$ 550,055</u>	<u>\$ 66,793</u>	<u>\$ 616,848</u>

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 5 - LONG-TERM DEBT (CONTINUED)**

**Primary Government – Governmental Activities**

The annual debt service requirements to maturity for bonds payable as of April 30, 2020, is as follows:

<b>Year Ending April 30,</b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2021	\$ 60,000	\$ 88,375	\$ 148,375
2022	65,000	85,300	150,300
2023	70,000	81,969	151,969
2024	75,000	78,381	153,381
2025	80,000	74,537	154,537
2026 - 2030	505,000	304,267	809,267
2031 - 2035	715,000	154,874	869,874
2036	<u>154,387</u>	<u>7,912</u>	<u>162,299</u>
<b>Total</b>	<b><u>\$ 1,724,387</u></b>	<b><u>\$ 875,615</u></b>	<b><u>\$ 2,600,002</u></b>

**Primary Government – Business-type Activities**

Changes in long-term debt for business-type activities for the year ended April 30, 2020 were as follows:

	<b><u>Beginning Balance</u></b>	<b><u>Additions</u></b>	<b><u>Reductions</u></b>	<b><u>Ending Balance</u></b>	<b><u>Due Within One Year</u></b>
<b>Business-type activities:</b>					
Illinois Environmental Protection Agency loan	\$ 799,247	\$ -	\$ 57,336	\$ 741,911	\$ 58,054
Notes payable	<u>1,328,202</u>	<u>86,101</u>	<u>137,341</u>	<u>1,276,962</u>	<u>131,246</u>
	<b><u>\$ 2,127,449</u></b>	<b><u>\$ 86,101</u></b>	<b><u>\$ 194,677</u></b>	<b><u>\$ 2,018,873</u></b>	<b><u>\$ 189,300</u></b>

Business-type activities long-term debt at April 30, 2020 is comprised of the following:

Illinois Environmental Protection Agency Drinking Water Project L17-3847, loan executed on December 17, 2012, interest at 1.25 percent. Total loan commitment was \$1,158,814. Semiannual principal and interest payments of \$33,574 are due each January 28 and July 28 through January 2032.

Note payable to a bank due in annual payments of \$23,965, with interest at 3.90 percent and is due October 2020. The note is secured by a vehicle (dump truck).

Note payable with a bank due in monthly installments of \$1,685, with interest at 3.53 percent and is due June 2025. The note is secured by a vehicle.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 5 - LONG-TERM DEBT (CONTINUED)**

**Primary Government – Business-type Activities (Continued)**

Note payable to a bank due in monthly payments of \$10,405, including interest at 3.02 percent commencing January 14, 2017, with final payment due December 14, 2031. Total loan commitment is \$1,500,000. The proceeds from the note are to be paid in multiple advances as funds are drawn from the Bank. As of April 30, 2020, \$1,484,771 had been drawn on the note.

Repayment of the business-type activity debt has been funded through water sales operating revenues and the infrastructure maintenance surcharge fee in the Waterworks fund.

The annual requirements to amortize the Illinois Environmental Protection Agency loan as of April 30, 2020, including interest are as follows:

<b>Year Ending April 30,</b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2021	\$ 58,054	\$ 9,093	\$ 67,147
2022	58,782	8,366	67,148
2023	59,519	7,629	67,148
2024	60,266	6,882	67,148
2025	61,022	6,126	67,148
2026 - 2030	316,778	18,959	335,737
2031 - 2032	<u>127,490</u>	<u>1,952</u>	<u>129,442</u>
Total	<u>\$ 741,911</u>	<u>\$ 59,007</u>	<u>\$ 800,918</u>

The annual debt service requirements to maturity for notes payable as of April 30, 2020, are as follows:

<b>Year Ending April 30,</b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2021	\$ 131,246	\$ 37,789	\$ 169,035
2022	111,593	33,478	145,071
2023	115,112	29,958	145,070
2024	118,744	26,326	145,070
2025	122,491	22,579	145,070
2026 - 2030	563,505	61,527	625,032
2031 - 2032	<u>114,271</u>	<u>1,753</u>	<u>116,024</u>
Total	<u>\$ 1,276,962</u>	<u>\$ 213,410</u>	<u>\$1,490,372</u>



**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 5 - LONG-TERM DEBT (CONTINUED)**

**Legal Debt Margin – Primary Government**

The legal debt margin of the Village at April 30, 2020 is as follows:

Assessed valuation - 2019 levy	<u>\$ 94,682,087</u>
Statutory debt limitation (8.625 percent of assessed valuation)	\$ 8,166,330
Less debt, excluding EPA loan	<u>3,626,404</u>
<b>Legal debt margin</b>	<u><b>\$ 4,539,926</b></u>

**NOTE 6 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

Interfund transfers:

Interfund transfers are defined as the flow of assets without equivalent flows of assets in return. The composition of interfund transfers for the year ended April 30, 2020 is as follows:

<u>Fund Transfer In</u>	<u>Fund Transfer Out</u>	<u>Amount</u>
Community Development	Tax Increment Financing	<u>\$ 181,737</u>

In accordance with the Village's redevelopment agreements, certain real estate taxes collected by the TIF fund are required to be transferred to the Community Development Fund to 1) make the debt service payments on the bonds related to a certain development and 2) reimburse developers for eligible development costs.

Individual fund interfund receivable and payable balances:

Individual fund interfund receivables and payables at April 30, 2020 are as follows:

<u>Fund</u>	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
<b>General:</b>		
Tax Increment Financing	\$ 419,321	\$ -
Waterworks	-	160,000
Nonmajor governmental funds	<u>-</u>	<u>679</u>
	<u>419,321</u>	<u>160,679</u>
<b>Tax Increment Financing:</b>		
General	<u>\$ -</u>	<u>\$ 419,321</u>

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 6 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONTINUED)**

<u>Fund</u>	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
<b>Nonmajor Governmental Funds:</b>		
Nonmajor governmental funds	\$ <u>679</u>	<u>-</u>
Total governmental activities	<u>420,000</u>	<u>580,000</u>
Waterworks - General	<u>160,000</u>	<u>-</u>
	<u>\$ 580,000</u>	<u>\$ 580,000</u>

Interfund balances result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between the funds are made.

**NOTE 7 - OTHER REQUIRED INDIVIDUAL FUND DISCLOSURES**

Generally accepted accounting principles require disclosure of certain information concerning individual funds including:

- a. Excess of total expenditures over budget of individual funds at April 30, 2020 are as follows:

There were no funds with an excess of total expenditures over budget at April 30, 2020.

- b. Deficit fund balances of individual funds.

The following fund had a deficit fund balance at April 30, 2020:

Tax Increment Financing	<u>\$ 189,392</u>
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The deficit in the tax increment financing fund will be eliminated through future incremental property tax receipts.

**NOTE 8 - DEFINED BENEFIT PENSION PLANS**

Illinois Municipal Retirement Fund

**Plan Description**

The Village's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The Village's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multiple-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section below. Details of all benefits are available from IMRF.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 8 - DEFINED BENEFIT PENSION PLAN (CONTINUED)**

Illinois Municipal Retirement Fund (Continued)

Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position and required supplementary information. The report is available for download at [www.imrf.org](http://www.imrf.org).

**Benefits Provided**

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

All three IMRF benefit plans have two tiers. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

**Employees Covered by Benefit Terms**

As of December 31, 2019, the following employees (Village of Peoria Heights including the Peoria Heights Public Library) were covered by the benefit terms:

Retirees and Beneficiaries currently receiving benefits	26
Inactive Plan Members entitled to but not yet receiving benefits	23
Active Plan Members	21
<b>Total</b>	<b>70</b>

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 8 - DEFINED BENEFIT PENSION PLAN (CONTINUED)**

Illinois Municipal Retirement Fund (Continued)

**Contributions**

As set by statute, the Village's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Village's annual contribution rate for calendar year 2019 was 6.58%. For the fiscal year ended April 30, 2020, the Village's portion of the contribution to the plan was \$53,798. The Village also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

**Net Pension Liability**

The Village's net pension liability was measured as of December 31, 2019. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

**Actuarial Assumptions**

The following are the methods and assumptions used to determine total pension liability at December 31, 2019:

- The Actuarial Cost Method used was Entry Age Normal.
- The Asset Valuation Method used was Market Value of Assets.
- The Inflation Rate was assumed to be 2.50%.
- Salary Increases were expected to be 3.35% to 14.25%, including inflation.
- The Investment Rate of Return was assumed to be 7.25%.
- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2017 valuation pursuant to an experience study from years 2014 to 2016.
- For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For Disabled Retirees, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For Active Members, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
- There were no benefit changes during the year.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 8 - DEFINED BENEFIT PENSION PLAN (CONTINUED)**

Illinois Municipal Retirement Fund (Continued)

**Actuarial Assumptions (continued)**

- The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table as of December 31, 2019:

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	37%	5.75%
International Equity	18%	6.50%
Fixed Income	28%	3.25%
Real Estate	9%	5.20%
Alternative Investments	7%	3.60-7.60%
Cash Equivalents	<u>1%</u>	1.85%
Total	<u>100%</u>	

**Single Discount Rate**

A Single Discount Rate of 7.25% was used to measure the total pension liability as of December 31, 2019. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.25%, the municipal bond rate is 2.75%, and the resulting single discount rate is 7.25%.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 8 - DEFINED BENEFIT PENSION PLAN (CONTINUED)**

Illinois Municipal Retirement Fund (Continued)

**Changes in the Net Pension (Asset) Liability**

The following table shows the components of the change in the Village's net pension (asset) liability for the calendar year ended December 31, 2019 for Regular Plan members:

	<b>Total Pension Liability</b>	<b>Plan Fiduciary Net Position</b>	<b>Net Pension (Asset) Liability</b>
	<u>(A)</u>	<u>(B)</u>	<u>(A) - (B)</u>
<b>Balances at December 31, 2018</b>	\$ 5,704,500	\$ 5,231,380	\$ 473,120
<b>Changes for the year:</b>			
Service Cost	92,451	-	92,451
Interest on the Total Pension Liability	407,569	-	407,569
Changes of Benefit Terms	-	-	-
Differences Between Expected and Experience of the Total Pension	160,001	-	160,001
Changes of Assumptions	-	-	-
Contributions - Employer	-	63,750	(63,750)
Contributions - Employees	-	43,598	(43,598)
Net Investment Income	-	960,738	(960,738)
Benefit Payments, including Refunds of Employee Contributions	(258,175)	(258,175)	-
Other (Net Transfer)	-	(2,424)	2,424
Net Changes	<u>401,846</u>	<u>807,487</u>	<u>(405,641)</u>
<b>Balances at December 31, 2019</b>	<u>\$ 6,106,346</u>	<u>\$ 6,038,867</u>	<u>\$ 67,479</u>

**Sensitivity of the Net Pension (Asset) Liability to Changes in the Discount Rate**

The following presents the net pension (asset) liability, calculated using a single discount rate of 7.25 percent, as well as what the plan's net pension liability (assets) would be if it were calculated using a single discount rate that is 1% lower (6.25 percent) or 1% higher (8.25 percent) than the current rate:

	<u>(6.25%) 1% Lower</u>	<u>(7.25%) Current Discount Rate</u>	<u>(8.25%) 1% Higher</u>
Net pension liability (asset)	\$ <u>833,642</u>	\$ <u>67,479</u>	\$ <u>(553,180)</u>

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 8 - DEFINED BENEFIT PENSION PLAN (CONTINUED)**

Illinois Municipal Retirement Fund (Continued)

**Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions**

For the year ended April 30, 2020, the Village recognized pension expense of \$52,499. At April 30, 2020, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Deferred Amounts Related to Pensions</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
<b>Deferred Amounts to be Recognized in Pension Expense in Future Periods</b>		
Differences between expected and actual experience	\$ 132,767	\$ 62,614
Changes of assumptions	82,341	49,278
Net difference between projected and actual earnings on pension plan investments	<u>421,038</u>	<u>664,774</u>
Total Deferred Amounts to be recognized in pension expense in future periods	<u>636,146</u>	<u>776,666</u>
<b>Pension Contributions made subsequent to the Measurement Date</b>	<u>17,854</u>	<u>-</u>
<b>Total Deferred Amounts Related to Pensions</b>	<u>\$ 654,000</u>	<u>\$ 776,666</u>

\$17,854 reported as deferred outflows of resources related to pensions resulting from the Village contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended April 30, 2021.

Amounts reports as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending December 31,</u>	<u>Net Deferred Outflows Of Resources</u>
2020	\$ (40,755)
2021	(22,912)
2022	40,549
2023	<u>(117,402)</u>
	<u>\$ (140,520)</u>

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 8 - DEFINED BENEFIT PENSION PLAN (CONTINUED)**

Police Pension Fund

*Plan Description.* The Village's defined benefit pension plan for police officers, the Peoria Heights Police Pension Fund (Fund), provides retirement, disability, post retirement increases, and death benefits to plan members and beneficiaries. The Fund is administered by a board of trustees which acts as the administrator of the plan. The Fund is a single-employer defined benefit pension plan. Employer contributions levels of the Police Pension Fund are mandated by Illinois State Statute (Chapter 40, Article 3) and may also be amended only by the Illinois legislature. The Fund issues a publicly available financial report that includes financial statements and required supplementary information for that plan. Those reports may be obtained by writing the plan at the following address:

Peoria Heights Police Pension Board  
 4901 N. Prospect Road  
 Peoria Heights, Illinois 61616

Benefits and refunds of the Fund are recognized when due and payable in accordance with the Plan. The Village's annual pension cost for the current and prior years and related information for the Fund is not available as of April 30, 2020.

**NOTE 9 – FUND BALANCES/NET ASSETS**

Restricted fund balances/net assets represent amounts restricted to specific purposes when constraints placed on the use of the resources are either externally imposed by creditors, grantors or state or federal laws or imposed by law through constitutional provisions or enabling legislation.

At April 30, 2020, the Village's (primary government) net position/fund balances were restricted for the following purposes:

Motor Fuel Tax Fund – street maintenance and improvements	\$ 221,019
Community Development Fund – payment of long-term debt	278,969
Community Development Fund – improvements and payments under certain redevelopment agreements	44,314
Business Development Fund – improvements within the business development district	<u>319,306</u>
Total	<u>\$ 863,608</u>



**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 9 – FUND BALANCES/NET ASSETS (CONTINUED)**

Assigned fund balances represent amounts constrained by the Village’s intent to use them for a specific purpose. At April 30, 2020, the Village’s fund balances were assigned for the following purposes:

Capital Improvement Fund – improvements to the Village’s properties	\$ 215,000
Local Improvement Fund – improvements to property within the Village	<u>9,520</u>
Total	<u>\$ 224,520</u>

**NOTE 10 - COMMITMENTS**

Collection and Disposal of Refuse and Recycling Contract

The Village has contracted with a private contractor to provide collection and disposal service for garbage and landscape waste and to provide a residential recycling program for the period January 1, 2019 through December 31, 2023. The minimum commitments under this contract are as follows:

Year ending April 30:

2021	\$ 449,628
2022	457,638
2023	465,648
2024	<u>313,992</u>
Total	<u>\$ 1,686,906</u>

The total expenditures under this contract for the year ended April 30, 2020 were \$441,618.

Note Payable

On December 14, 2016, the Village entered into a promissory note payable to a bank in the amount of \$1,500,000. The proceeds from the promissory note will be taken in multiple advances from the bank as the funds are needed for water main and meter replacements and water tower maintenance. As of April 30, 2020, \$1,484,771 had been drawn on the note and \$15,229 was remaining for the Village’s use.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 11 – RISK MANAGEMENT**

The Village is exposed to various risks of loss related to torts, theft of, damages to and destruction of assets, errors and omissions, injuries to employees, natural disasters, and medical claims of its employees and their dependents. The Village purchases commercial insurance for all risks of loss. During the year ended April 30, 2020, there were no significant reductions in insurance coverage. Settled claims from these risks have not exceeded the commercial coverage in any of the past three fiscal years.

**NOTE 12 – TAX ABATEMENTS/REDEVELOPMENT AGREEMENTS**

The Village enters into redevelopment agreements from time to time with local businesses in order to draw and retain business in the Village. The Village had entered into four (4) redevelopment agreements and made the following payments for eligible project cost reimbursements for the year ended April 30, 2020:

- the portion of real estate taxes collected in the Peoria Heights TIF District #1 related to a certain property are to be transferred annually to the Village's Community Development Fund to make the debt service payments on the bonds issued to develop the said property. During the year ended April 30, 2020, \$63,372 was transferred to the Community Development Fund.
- the real estate tax increment collected on a certain property in the Peoria Heights TIF District #3 less TIF administrative costs, are to be paid to a developer up to a maximum of \$32,000 for reimbursement of eligible development costs. During the year ended April 30, 2020, \$7,055 was paid to the developer. Total reimbursements paid since the inception of the agreement are \$7,055.
- the real estate tax increment collected on a certain property in the Peoria Heights TIF District #1 less TIF administrative costs, 71% abatement of municipal sales tax and home rule sales taxes and 100% abatement of business development sales tax are to be paid to a developer up to a maximum of \$1,589,110 for reimbursement of eligible development costs. During the year ended April 30, 2020, \$120,236 was paid to the developer. Total reimbursements paid since the inception of the agreement are \$150,238.
- the real estate tax increment collected on a certain property in the Peoria Heights TIF District #1 less TIF administrative costs and 75% abatement of municipal sales and home rule sales taxes are to be paid to a developer up to a maximum of \$512,940 for reimbursement of eligible development costs. During the year ended April 30, 2020, \$40,315 was paid to the developer. Total reimbursements paid since the inception of the agreement are \$47,554.

The Village is obligated to reimburse the verified eligible project costs to the local businesses each year only to the extent that the applicable taxes have been collected on the subject properties.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**April 30, 2020**

**NOTE 13 – SUBSEQUENT EVENTS**

Management evaluated subsequent events through November 30, 2020, the date the financial statements were available to be issued.

**NOTE 14 – RESTATEMENT OF NET POSITION/FUND BALANCE**

During the year, the Village restated its accounts receivable due from the State of Illinois related to state and home rule sales taxes, business district taxes and telecommunication taxes. It was determined that the primary governmental activities net position was overstated by \$154,424, the General Fund's fund balance was overstated by \$137,892 and the Business Development District Fund's fund balance was overstated by \$16,532. Below is the effect on beginning net assets without donor restrictions:

**Governmental Activities:**

Net position – beginning of year, as previously reported	\$ 5,561,693
Adjustment for accounts receivable	<u>(154,424)</u>
Net position – beginning of year, as restated	<u>\$ 5,407,269</u>

**General Fund:**

Fund balance – beginning of year, as previously reported	\$ 1,545,263
Adjustment for accounts receivable	<u>(137,892)</u>
Fund Balance – beginning of year, as restated	<u>\$ 1,407,371</u>

**Business Development District Fund:**

Fund balance – beginning of year, as previously reported	\$ 344,569
Adjustment for accounts receivable	<u>(16,532)</u>
Fund Balance – beginning of year, as restated	<u>\$ 328,037</u>

**REQUIRED SUPPLEMENTAL INFORMATION**

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -**  
**GENERAL FUND AND POLICE PENSION LEVY FUND**  
**Year Ended April 30, 2020**

	<u>General Fund</u>		
	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b>REVENUES</b>			
Property taxes	\$ 124,533	\$ 124,169	\$ (364)
Intergovernmental:			
Sales tax	800,000	763,560	(36,440)
Home rule sales tax	845,000	743,948	(101,052)
Local use tax	184,500	215,417	30,917
State income taxes	595,000	605,658	10,658
Personal property replacement taxes	140,000	171,578	31,578
Telecommunication tax	87,750	85,737	(2,013)
Video gaming tax	125,000	136,429	11,429
Other taxes	11,500	14,044	2,544
State and federal grants	2,000	9,142	7,142
Licenses and permits	176,700	156,565	(20,135)
Intergovernmental agreement	50,000	50,000	-
Food and beverage tax	325,000	315,868	(9,132)
Franchise fees	124,000	123,375	(625)
Waste disposal fee	265,000	273,077	8,077
Fines	105,450	142,873	37,423
Charges for services	20,000	14,511	(5,489)
Land lease	40,449	50,528	10,079
Donations	-	3,999	3,999
Interest	18,000	26,196	8,196
Miscellaneous	4,755	27,442	22,687
Total revenues	<u>4,044,637</u>	<u>4,054,116</u>	<u>9,479</u>
<b>EXPENDITURES</b>			
Administration	740,575	664,712	75,863
Police department	1,743,255	1,659,100	84,155
Fire protection	205,750	177,186	28,564
Garbage collection and recycling	442,000	441,618	382
Streets and alleys	562,925	456,860	106,065
Capital outlay	100,000	96,082	3,918
Debt service	93,418	58,711	34,707
Total expenditures	<u>3,887,923</u>	<u>3,554,269</u>	<u>333,654</u>
Excess of revenues over expenditures	<u>156,714</u>	<u>499,847</u>	<u>343,133</u>
<b>OTHER FINANCING SOURCES</b>			
Proceeds from sale of capital assets	-	28,867	28,867
Total other financing sources	<u>-</u>	<u>28,867</u>	<u>28,867</u>
Net change in fund balance	<u>\$ 156,714</u>	528,714	<u>\$ 372,000</u>
<b>FUND BALANCE</b>			
Beginning of year, as previously reported		1,545,263	
Prior period adjustment		<u>(137,892)</u>	
Beginning of year, as restated		<u>1,407,371</u>	
End of year		<u>\$ 1,936,085</u>	

Police Pension Levy Fund

<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
\$ 354,266	\$ 352,107	\$ (2,159)
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>354,266</u>	<u>352,107</u>	<u>(2,159)</u>
-	-	-
354,266	352,107	2,159
-	-	-
-	-	-
-	-	-
-	-	-
<u>354,266</u>	<u>352,107</u>	<u>2,159</u>
<u>-</u>	<u>-</u>	<u>-</u>
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
	-	
	<u>-</u>	
	<u>-</u>	
	<u>\$ -</u>	

**Village of Peoria Heights  
Illinois Municipal Retirement Fund  
Required Supplemental Information  
Year Ended April 30, 2020**

(Unaudited - See Accompanying Independent Auditor's Report)

**Schedule of Changes in the Net Pension Liability and Related Ratios**

Calendar Year Ended December 31,	<u><b>2019</b></u>
<b>Total Pension Liability</b>	
Service Cost	\$ 92,451
Interest on the Total Pension Liability	407,569
Changes of Benefit Terms	-
Differences between Expected and Actual Experience of the Total Pension Liability	160,001
Changes of Assumptions	-
Benefit Payments, including Refunds of Employee Contributions	<u>(258,175)</u>
<b>Net Change in Total Pension Liability</b>	401,846
<b>Total Pension Liability - Beginning</b>	<u>5,704,500</u>
<b>Total Pension Liability – Ending (A)</b>	<u>\$ 6,106,346</u>
<b>Plan Fiduciary Net Position</b>	
Contributions - Employer	\$ 63,750
Contributions - Employees	43,598
Net Investment Income	960,738
Benefit Payments, including Refunds of Employee Contributions	(258,175)
Other (Net Transfer)	<u>(2,424)</u>
<b>Net Change in Plan Fiduciary Net Position</b>	807,487
<b>Plan Fiduciary Net Position - Beginning</b>	<u>5,231,380</u>
<b>Plan Fiduciary Net Position – Ending (B)</b>	<u>\$ 6,038,867</u>
<b>Net Pension (Asset) Liability - Ending (A) - (B)</b>	<u>\$ 67,479</u>
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	<u>98.89%</u>
<b>Covered Valuation Payroll</b>	<u>\$ 968,838</u>
<b>Net Pension (Asset) Liability as a Percentage of Covered Valuation Payroll</b>	<u>6.96%</u>

**Notes to Schedule:** This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$	127,505	\$ 109,255	\$ 115,702	\$ 111,573
	400,081	389,717	387,979	382,775
	-	-	-	-
	(117,464)	75,678	(224,212)	(189,927)
	154,473	(182,151)	(6,323)	6,415
	<u>(261,518)</u>	<u>(265,362)</u>	<u>(241,930)</u>	<u>(231,291)</u>
	303,077	127,137	31,216	79,545
	<u>5,401,423</u>	<u>5,274,286</u>	<u>5,243,070</u>	<u>5,163,525</u>
\$	<u>5,704,500</u>	<u>5,401,423</u>	<u>5,274,286</u>	<u>5,243,070</u>
\$	102,712	\$ 128,989	\$ 113,361	\$ 113,219
	53,067	67,468	50,359	50,147
	(279,566)	844,189	316,785	24,190
	(261,518)	(265,362)	(241,930)	(231,291)
	<u>98,179</u>	<u>(83,424)</u>	<u>(34,368)</u>	<u>(205,869)</u>
	(287,126)	691,860	204,207	(249,604)
	<u>5,518,506</u>	<u>4,826,646</u>	<u>4,622,439</u>	<u>4,872,043</u>
\$	<u>5,231,380</u>	<u>5,518,506</u>	<u>4,826,646</u>	<u>4,622,439</u>
\$	<u>473,120</u>	<u>(117,083)</u>	<u>447,640</u>	<u>620,631</u>
	<u>91.71%</u>	<u>102.17%</u>	<u>91.51%</u>	<u>88.16%</u>
\$	<u>1,179,249</u>	<u>1,329,779</u>	<u>1,119,071</u>	<u>1,114,357</u>
	<u>40.12%</u>	<u>-8.80%</u>	<u>40.00%</u>	<u>55.69%</u>



**Village of Peoria Heights  
Illinois Municipal Retirement Fund  
Required Supplemental Information  
Year Ended April 30, 2020**

(Unaudited - See Accompanying Independent Auditor's Report)

**Schedule of Employer Contributions  
Calendar Years Ended December 31, 2019 through 2015**

<u>Calendar Year Ending December 31,</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Valuation Payroll</u>	<u>Actual Contribution as a % of Covered Valuation Payroll</u>
2019	\$ 67,750	\$ 63,750	\$ -	\$ 968,838	6.58%
2018	102,713	102,712	1	1,179,249	8.71
2017	128,989	128,989	-	1,329,779	9.70
2016	113,362	113,361	1	1,119,071	10.13
2015	113,219	113,219	-	1,114,357	10.16

**Notes to Schedule:**

*Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2019 Contribution Rate\**

**Valuation Date:**

Notes

Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

**Methods and Assumptions Used to Determine 2019 Contribution Rates:**

Actuarial Cost Method: Aggregate entry age normal  
 Amortization Method: Level percentage of payroll, closed  
 Remaining Amortization Period: 24-year closed period  
 Asset Valuation Method: 5-year smoothed market; 20% corridor  
 Wage Growth: 3.25%  
 Price Inflation: 2.50%  
 Salary Increases: 3.35% to 14.25%, including inflation  
 Investment Rate of Return: 7.50%  
 Retirement Age: Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2017 valuation pursuant to an experience study of the period 2014 to 2016.

Mortality: For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For Active Members, an IMRF-specific mortality table was used with fully generational projection scale MP-2017 (base year 2015). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

**Village of Peoria Heights  
Illinois Municipal Retirement Fund  
Required Supplemental Information  
Year Ended April 30, 2020**

(Unaudited - See Accompanying Independent Auditor's Report)

**Schedule of Employer Contributions  
Calendar Years Ended December 31, 2019 through 2015**

***Other Information:***

*Notes:* There were no benefit changes during the year.

\* Based on Valuation Assumptions used in the December 31, 2017, actuarial valuation; note two year lag between valuation and rate setting.

**COMBINING AND INDIVIDUAL FUND STATEMENTS**

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**April 30, 2020**

		<b>Special</b>
<b>ASSETS</b>		<b>Motor Fuel Tax Fund</b>
Cash and investments	\$	196,477
Accounts receivable		5,605
Due from State of Illinois		18,258
Due from other funds		679
<b>TOTAL ASSETS</b>	<b>\$</b>	<b>221,019</b>
<b>LIABILITIES</b>		
Accounts payable	\$	-
<b>TOTAL LIABILITIES</b>		-
<b>FUND BALANCES</b>		
Restricted		221,019
Assigned		-
Total fund balances		221,019
<b>TOTAL LIABILITIES, DEFFERED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$</b>	<b>221,019</b>

<u>Revenue</u>		<u>Capital Projects</u>			
<u>Community Development Fund</u>	<u>Business Development District Fund</u>	<u>Capital Improvement Fund</u>	<u>Local Improvement Fund</u>		<u>Total</u>
\$ 310,357	\$ 272,408	\$ 215,000	\$ 9,520	\$	1,003,762
12,926	-	-	-		18,531
-	51,115	-	-		69,373
-	-	-	-		679
<u>323,283</u>	<u>323,523</u>	<u>215,000</u>	<u>9,520</u>	<u>\$</u>	<u>1,092,345</u>
\$ -	\$ 4,217	\$ -	\$ -	\$	4,217
-	4,217	-	-		4,217
323,283	319,306	-	-		863,608
-	-	215,000	9,520		224,520
<u>323,283</u>	<u>319,306</u>	<u>215,000</u>	<u>9,520</u>		<u>1,088,128</u>
<u>\$ 323,283</u>	<u>\$ 323,523</u>	<u>\$ 215,000</u>	<u>\$ 9,520</u>	<u>\$</u>	<u>1,092,345</u>

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES

Year Ended April 30, 2020

	<u>Special</u>
	<u>Motor Fuel Tax Fund</u>
<b>REVENUES</b>	
Intergovernmental:	
Motor fuel tax allotments	\$ 227,166
State sales tax	-
Home rule sales tax	-
Business development sales tax	-
Licenses and permits	25,100
Food and beverage tax	-
Interest income	2,776
	<hr/>
Total revenues	255,042
	<hr/>
<b>EXPENDITURES</b>	
Current	
Streets and alleys	218,706
Community development	-
Debt service	-
	<hr/>
Total expenditures	218,706
	<hr/>
Excess (deficiency) of revenues over expenditures	36,336
	<hr/>
<b>OTHER FINANCING SOURCES</b>	
Transfers in	-
	<hr/>
Total other financing sources	-
	<hr/>
Net change in fund balance	36,336
	<hr/>
<b>FUND BALANCE</b>	
Beginning of year, as previously reported	184,683
Prior period adjustment	-
	<hr/>
Beginning of year, as restated	184,683
	<hr/>
End of year	\$ 221,019
	<hr/> <hr/>

<u>Revenue</u>		<u>Capital Projects</u>			
<u>Community Development Fund</u>	<u>Business Development District Fund</u>	<u>Capital Improvement Fund</u>	<u>Local Improvement Fund</u>		<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$	227,166
33,593	-	-	-		33,593
47,580	-	-	-		47,580
32,715	206,190	-	-		238,905
-	-	-	-		25,100
80,920	-	-	-		80,920
2,655	3,087	-	-		8,518
<u>197,463</u>	<u>209,277</u>	<u>-</u>	<u>-</u>		<u>661,782</u>
-	-	-	-		218,706
172,334	218,008	-	-		390,342
<u>182,434</u>	<u>-</u>	<u>-</u>	<u>-</u>		<u>182,434</u>
<u>354,768</u>	<u>218,008</u>	<u>-</u>	<u>-</u>		<u>791,482</u>
(157,305)	(8,731)	-	-		(129,700)
<u>181,737</u>	<u>-</u>	<u>-</u>	<u>-</u>		<u>181,737</u>
<u>181,737</u>	<u>-</u>	<u>-</u>	<u>-</u>		<u>181,737</u>
24,432	(8,731)	-	-		52,037
298,851	344,569	215,000	9,520		1,052,623
-	(16,532)	-	-		(16,532)
<u>298,851</u>	<u>328,037</u>	<u>215,000</u>	<u>9,520</u>		<u>1,036,091</u>
<u>\$ 323,283</u>	<u>\$ 319,306</u>	<u>\$ 215,000</u>	<u>\$ 9,520</u>	<u>\$</u>	<u>1,088,128</u>

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2020

With Comparative Figures for Year Ended April 30, 2019

	2020		2019
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>REVENUES</b>			
Property taxes	\$ 124,533	\$ 124,169	\$ 122,761
Intergovernmental:			
State sales tax	800,000	763,560	745,614
Home rule sales tax	845,000	743,948	764,079
Local use tax	184,500	215,417	174,451
State income tax	595,000	605,658	636,871
Personal property replacement tax	140,000	171,578	156,746
Telecommunication tax	87,750	85,737	90,837
Video gaming tax	125,000	136,429	126,347
Other taxes	11,500	14,044	12,775
Total intergovernmental	<u>2,788,750</u>	<u>2,736,371</u>	<u>2,707,720</u>
State and federal grants	2,000	9,142	50,974
Licenses and permits	176,700	156,565	150,962
Intergovernmental agreement	50,000	50,000	52,326
Food and beverage tax	325,000	315,868	312,083
Franchise fees	124,000	123,375	127,391
Waste disposal fee	265,000	273,077	231,222
Fines	105,450	142,873	116,505
Charges for services	20,000	14,511	21,853
Land lease	40,449	50,528	40,063
Donations	-	3,999	715
Interest	18,000	26,196	19,392
Miscellaneous	4,755	27,442	6,170
Total revenues	<u>4,044,637</u>	<u>4,054,116</u>	<u>3,960,137</u>
<b>EXPENDITURES</b>			
Current			
Administration	740,575	664,712	638,550
Police department	1,743,255	1,659,100	1,622,591
Fire protection	205,750	177,186	171,838
Garbage collection and recycling	442,000	441,618	485,349
Streets and alleys	562,925	456,860	480,999
Capital outlay	100,000	96,082	223,116
Debt service	93,418	58,711	97,878
Total expenditures	<u>3,887,923</u>	<u>3,554,269</u>	<u>3,720,321</u>



VILLAGE OF PEORIA HEIGHTS, ILLINOIS

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2020

With Comparative Figures for Year Ended April 30, 2019

	<u>2020</u>		<u>2019</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Excess of revenues over expenditures	156,714	499,847	239,816
<b>OTHER FINANCING SOURCES</b>			
Proceeds from sale of capital assets	-	28,867	42,681
Proceeds from issuance of long-term debt	-	-	125,000
	<u>-</u>	<u>28,867</u>	<u>167,681</u>
Total other financing sources			
	<u>-</u>	<u>28,867</u>	<u>167,681</u>
Net change in fund balance	<u>\$ 156,714</u>	528,714	407,497
<b>FUND BALANCE</b>			
Beginning of year, as previously reported		1,545,263	1,137,766
Prior period adjustment		(137,892)	-
Beginning of year, as restated		<u>1,407,371</u>	<u>1,137,766</u>
End of year		<u>\$ 1,936,085</u>	<u>\$ 1,545,263</u>

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

POLICE PENSION LEVY FUND

STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2020  
With Comparative Figures for Year Ended April 30, 2019

	<u>2020</u>		<u>2019</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>REVENUES</b>			
Property taxes	\$ 354,266	\$ 352,107	\$ 325,694
 <b>EXPENDITURES</b>			
Current - Police department			
Police pension	<u>354,266</u>	<u>352,107</u>	<u>325,694</u>
 Net change in fund balance	<u>\$ -</u>	-	-
 <b>FUND BALANCE</b>			
Beginning of year		<u>-</u>	<u>-</u>
End of year		<u>\$ -</u>	<u>\$ -</u>

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**COMMUNITY DEVELOPMENT FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE**  
**Year Ended April 30, 2020**  
**With Comparative Figures for Year Ended April 30, 2019**

	<b>2020</b>				<b>Total</b>	<b>2019 Total</b>
	<b>Trefzgers</b>	<b>4500 N. Prospect</b>	<b>Heritage Expansion</b>	<b>Duryea Apartments</b>		
<b>REVENUES</b>						
Intergovernmental:						
State sales tax	22,153	6,673	4,767	-	33,593	58,489
Home rule sales tax	30,691	10,101	6,788	-	47,580	82,742
Business development sales tax	20,460	6,540	5,715	-	32,715	58,217
	<u>73,304</u>	<u>23,314</u>	<u>17,270</u>	<u>-</u>	<u>113,888</u>	<u>199,448</u>
Food and beverage tax	55,465	14,810	10,645	-	80,920	85,300
Interest income	2,655	-	-	-	2,655	2,486
Total revenues	<u>131,424</u>	<u>38,124</u>	<u>27,915</u>	<u>-</u>	<u>197,463</u>	<u>287,234</u>
<b>EXPENDITURES</b>						
Community development:						
Real estate tax rebates	-	-	-	-	-	37,500
Development agreements	-	120,236	40,315	7,055	167,606	37,241
Professional services	4,728	-	-	-	4,728	2,202
Debt service:						
Principal	60,000	27,941	-	-	87,941	53,729
Interest	91,450	3,043	-	-	94,493	97,080
Total expenditures	<u>156,178</u>	<u>151,220</u>	<u>40,315</u>	<u>7,055</u>	<u>354,768</u>	<u>227,752</u>
Excess (deficiency) of revenues over expenditures	<u>(24,754)</u>	<u>(113,096)</u>	<u>(12,400)</u>	<u>(7,055)</u>	<u>(157,305)</u>	<u>59,482</u>
<b>OTHER FINANCING SOURCES</b>						
Transfer in	63,372	108,713	2,597	7,055	181,737	63,652
Proceeds from issuance of long-term debt	-	-	-	-	-	1,817
Total other financing sources	<u>63,372</u>	<u>108,713</u>	<u>2,597</u>	<u>7,055</u>	<u>181,737</u>	<u>65,469</u>
Net change in fund balance	38,618	(4,383)	(9,803)	-	24,432	124,951
<b>FUND BALANCE</b>						
Beginning of year	240,351	34,415	24,085	-	298,851	173,900
End of year	<u>\$ 278,969</u>	<u>\$ 30,032</u>	<u>\$ 14,282</u>	<u>\$ -</u>	<u>\$ 323,283</u>	<u>\$ 298,851</u>

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

MOTOR FUEL TAX FUND

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended April 30, 2020

With Comparative Figures for Year Ended April 30, 2019

	2020			2019 Actual Total
	Budget	State	Local	
<b>REVENUES</b>				
Intergovernmental:				
Motor fuel tax allotments	\$ 160,000	\$ 227,166	\$ -	\$ 227,166
Licenses and permits	31,000	-	25,100	29,825
Interest income	3,500	-	2,776	3,467
Total revenues	194,500	227,166	27,876	255,042
<b>EXPENDITURES</b>				
Current				
Streets and alleys:				
Street maintenance	-	-	-	1,573
Engineering services	20,000	6,135	-	23,004
Sealcoating/patching	185,000	152,774	24,675	130,458
Dues	2,500	2,351	-	2,323
Snow removal	22,500	32,771	-	18,664
Total streets and alleys	230,000	194,031	24,675	176,022
Net change in fund balance	\$ (35,500)	33,135	3,201	36,336
<b>FUND BALANCE</b>				
Beginning of year		129,037	55,646	184,683
End of year		\$ 162,172	\$ 58,847	\$ 221,019

VILLAGE OF PEORIA HEIGHTS, ILLINOIS

TAX INCREMENT FINANCING FUND

COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE

Year Ended April 30, 2020  
With Comparative Totals for Year Ended April 30, 2019

	2020					2019 Total
	Leisy-Pabst	Peoria Heights #1	Peoria Heights #2	Peoria Heights #3	Total	
<b>REVENUES</b>						
Property taxes	\$ 11,909	\$ 215,274	\$ 24,489	\$ 13,961	\$ 265,633	\$ 120,209
Interest income	910	1,605	864	95	3,474	2,808
Total revenues	12,819	216,879	25,353	14,056	269,107	123,017
<b>EXPENDITURES</b>						
Current - Administration						
Advertising	-	-	2,444	-	2,444	274
Administration fees	1,811	7,775	31,221	6,412	47,219	24,484
Legal fees	-	-	-	100	100	-
Professional fees	563	562	563	562	2,250	7,444
Village improvements	-	-	-	27,197	27,197	-
Peoria Heights School	1,788	22,881	3,676	2,929	31,274	9,154
Capital outlay	-	-	-	35,320	35,320	-
Total expenditures	4,162	31,218	37,904	72,520	145,804	41,356
Excess (deficiency) of revenues over expenditures	8,657	185,661	(12,551)	(58,464)	123,303	81,661
<b>OTHER FINANCING USES</b>						
Transfers out	-	(174,682)	-	(7,055)	(181,737)	(63,652)
Net change in fund balance	8,657	10,979	(12,551)	(65,519)	(58,434)	18,009
<b>FUND BALANCE (DEFICIT)</b>						
Beginning of year	41,652	(168,677)	6,192	(10,125)	(130,958)	(148,967)
End of year	\$ 50,309	\$ (157,698)	\$ (6,359)	\$ (75,644)	\$ (189,392)	\$ (130,958)

The accompanying notes are an integral part of the basic financial statements.

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**BUSINESS DEVELOPMENT DISTRICT FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**Year Ended April 30, 2020**  
**With Comparative Figures for Year Ended April 30, 2019**

	<u>2020</u>		<u>2019</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>REVENUES</b>			
Business development sales tax	\$ 260,000	\$ 206,190	\$ 164,285
Interest income	3,000	3,087	3,023
	<u>263,000</u>	<u>209,277</u>	<u>167,308</u>
<b>EXPENDITURES</b>			
Community Development:			
Professional services	15,000	29,424	13,563
Administration and public relations	13,500	5,261	-
Improvements and maintenance	265,000	183,323	11,884
	<u>293,500</u>	<u>218,008</u>	<u>25,447</u>
Debt Service:			
Principal	-	-	350,969
Interest	-	-	7,645
	<u>-</u>	<u>-</u>	<u>358,614</u>
Total expenditures	<u>293,500</u>	<u>218,008</u>	<u>384,061</u>
Deficiency of revenues over expenditures	(30,500)	(8,731)	(216,753)
<b>OTHER FINANCING SOURCES (USES)</b>			
Proceeds from sale of property	-	-	324,227
Transfers out	(75,000)	-	-
Total other financing sources (uses)	<u>(75,000)</u>	<u>-</u>	<u>324,227</u>
Net change in fund balance	<u>\$ (105,500)</u>	(8,731)	107,474
<b>FUND BALANCE</b>			
Beginning of year, as previously reported		344,569	237,095
Prior period adjustment		(16,532)	-
Beginning of year, as restated		<u>328,037</u>	<u>237,095</u>
End of year		<u>\$ 319,306</u>	<u>\$ 344,569</u>

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**WATERWORKS FUND**  
**PLANT AND OPERATING EXPENSES**

**Year Ended April 30, 2020**  
**With Comparative Figures for Year Ended April 30, 2019**

	<u>2020</u>	<u>2019</u>
Salaries	\$ 363,488	\$ 346,412
IMRF pension expense (revenue)	(24,763)	(45,718)
Group insurance	56,290	54,506
Gasoline, oil, etc	8,576	9,320
Utilities	78,235	93,346
Maintenance and supplies:		
Vehicles	3,395	1,549
Building	3,422	5,818
Computers and software	5,188	6,314
Equipment	36,296	16,370
Utility system	34,895	43,845
Insurance	45,233	50,360
Depreciation	354,605	330,886
Operating supplies	21,425	25,177
Utility supplies	14,997	22,847
Office expenses	44,078	47,499
Engineering services	5,583	2,239
Audit fees	7,000	6,327
Other professional services	4,448	16,635
Laundry services	1,266	1,845
Testing services	4,133	3,672
Miscellaneous expense	<u>2,451</u>	<u>10,955</u>
 Total plant operating and expenses	 <u>\$ 1,070,241</u>	 <u>\$ 1,050,204</u>

**VILLAGE OF PEORIA HEIGHTS, ILLINOIS**  
**SCHEDULE OF PROPERTY TAX RATES, EXTENSIONS AND COLLECTIONS**  
**AND ASSESSED VALUATIONS**  
**For the Levy Years 2019, 2018, and 2017**

	<u>Tax Year</u>		
	<u>2019</u>	<u>2018</u>	<u>2017</u>
<b>ASSESSED VALUATION</b>	\$ 94,682,087	\$ 93,260,091	\$ 95,599,248
<b>TAX RATES</b>			
General Corporate	0.13153	0.13354	0.13027
Police Pension	<u>0.39946</u>	<u>0.37987</u>	<u>0.34673</u>
<b>TOTAL</b>	<u>0.53099</u>	<u>0.51341</u>	<u>0.47700</u>
<b>TAX EXTENSIONS</b>			
General Corporate	\$ 124,535	\$ 124,540	\$ 124,537
Police Pension	<u>378,217</u>	<u>354,267</u>	<u>331,471</u>
<b>TOTAL</b>	<u>\$ 502,752</u>	<u>\$ 478,807</u>	<u>\$ 456,008</u>
<b>COLLECTIONS *</b>	<u>\$ -</u>	<u>\$ 476,276</u>	<u>\$ 448,455</u>
<b>PERCENT OF EXTENSION COLLECTED</b>		<u>99.47%</u>	<u>98.34%</u>

**TAX INCREMENT FINANCING FUND**

	<u>Tax Year</u>		
	<u>2019</u>	<u>2018</u>	<u>2016</u>
<b>ASSESSED VALUATION</b>	\$ 23,642,160	\$ 15,896,480	\$ 7,257,600
<b>TAX EXTENSION</b>	<u>\$ 640,022</u>	<u>\$ 268,313</u>	<u>\$ 122,631</u>
<b>COLLECTIONS *</b>	<u>\$ -</u>	<u>\$ 265,633</u>	<u>\$ 120,209</u>
<b>PERCENT OF EXTENSION COLLECTED</b>		<u>99.00%</u>	<u>98.02%</u>

\* Includes distributions of interest and prior year forfeited taxes.